

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W

W-04081A  
Winchester Water Company, L.L.C.  
7616 N. La Cholla Blvd.  
Tucson, AZ 85741

RECEIVED

APR 6 3 2007

AZ CORP COMM  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-6-07 RF

SCANNED

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Winchester Water Company, LLC</u>		
Mailing Address <u>7616 N La Cholla Blvd.</u>		
<u>Tucson</u>	<u>Arizona</u>	<u>85741</u>
(City)	(State)	(Zip)
<u>(520) 575-0600</u>	<u>(520) 575-0607</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address _____		
(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Charles D Cardinal</u>		<u>Managing Partner</u>	
(Name)		(Title)	
<u>7616 N La Cholla Blvd</u>	<u>Tucson</u>	<u>AZ</u>	<u>85741</u>
(Street)	(City)	(State)	(Zip)
<u>(520) 575-0600</u>	<u>(520) 575-0607</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
<b>On Site Manager:</b> _____			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** \_\_\_\_\_

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** George J Fuelner

(Name)

262 N Main Street

(Street)

Tucson

(City)

AZ

(State)

85701

(Zip)

(520) 622-4866

Telephone No. (Include Area Code)

(520) 624-7034

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

WINCHESTER WATER COMPANY, LLC

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	5591.00	-0-	5591.00
304	Structures and Improvements	8321.00	1004.00	7317.00
307	Wells and Springs	83835.00	9310.00	74525.00
311	Pumping Equipment	42420.00	15291.00	27129.00
320 309	Water Treatment <sup>Flowmeter</sup> Equipment	577.00	42.00	535.00
330	Distribution Reservoirs and Standpipes	40049.00	3072.00	36977.00
331	Transmission and Distribution Mains	10300.00	6265.00	4035.00
333	Services	14200.00	3983.00	10217.00
334	Meters and Meter Installations	5042.00	2461.00	2581.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.00	2115.00	-0-
	<b>TOTALS</b>	212450.00	43543.00	168907.00

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

WINCHESTER WATER COMPANY LLC

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	5591.00	n/a	-0-
304	Structures and Improvements	8321.00	3.33%	240.00
307	Wells and Springs	83835.00	3.33%	2792.00
311	Pumping Equipment	42420.00	12.5%	5274.00
320 <sub>309</sub>	Water Treatment Equipment Flowmeter	577.00	2%	12.00
330	Distribution Reservoirs and Standpipes	40049.00	2.22%	890.00
331	Transmission and Distribution Mains	10300.00	2%	78.00
333	Services	14200.00	3.33%	473.00
334	Meters and Meter Installations	5042.00	8.33%	369.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.00		
	<b>TOTALS</b>	<b>212450.00</b>		<b>10128.00</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 719.00	\$ 1926.00
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5737.00	3083.00
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 6456.00	\$ 5009.00
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 206339.00	\$ 212450.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(33464.00)	(43543.00)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 172875.00	\$ 168907.00
	<b>TOTAL ASSETS</b>	\$ 179331.00	\$ 173916.00

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

### **BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 161005.00	\$ 158135.00
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	127.00	127.00
236	Accrued Taxes	401.00	548.00
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 161533.00</b>	<b>\$ 158810.00</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	18538.00	20794.00
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$ 18538.00</b>	<b>\$ 20794.00</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 180071.00</b>	<b>\$ 179604.00</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(31508.00)	(36456.00)
218	Proprietary Capital (Sole Props and Partnerships)	30768.00	30768.00
	<b>TOTAL CAPITAL</b>	<b>\$ (740.00)</b>	<b>\$ (5688.00)</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 179331.00</b>	<b>\$ 173916.00</b>

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 37649.00	\$ 36366.00
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 37649.00	\$ 36366.00
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	7189.00	8271.00
618	Chemicals		
620	Repairs and Maintenance	5108.00	1471.00
621	Office Supplies and Expense	781.00	691.00
630	Outside Services	4710.00	5142.00
635	Water Testing	760.00	1913.00
641	Rents		200.00
650	Transportation Expenses		188.00
657	Insurance -- General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	529.00	226.00
403	Depreciation Expense	8880.00	10128.00
408	Taxes Other Than Income		
408.11	Property Taxes	1332.00	1507.00
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 29289.00	\$ 29737.00
	<b>OPERATING INCOME/(LOSS)</b>	\$ 8360.00	\$ 6629.00
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		400.00
426	Miscellaneous Non-Utility Expenses		733.00
427	Interest Expense	9548.00	11244.00
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (9548.00)	\$ (11577.00)
	<b>NET INCOME/(LOSS)</b>	\$ (1188.00)	\$ (4948.00)



COMPANY NAME

WINCHESTER WATER COMPANY LLC

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	None			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year

\$ \_\_\_\_\_

<b>COMPANY NAME</b>	WINCHESTER WATER COMPANY LLC
<b>Name of System</b>	<b>ADEQ Public Water System Number (if applicable)</b>

## WATER COMPANY PLANT DESCRIPTION

### WELLS

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-540012	10 HP	135	300'	8"		1993
55-202781	20 HP	191	650'	8"		2004

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
5	2	n/a	n/a
5	2		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
5,000 gallons	1	2,000 gallons	2
11,400 gallons	1		
20,000 gallons			

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME</b>	WINCHESTER WATER COMPANY LLC
<b>Name of System</b>	<b>ADEQ Public Water System Number (if applicable)</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **MAINS**

Size (in inches)	Material	Length (in feet)
2	Plastic	2900
3	Plastic	1800
4	Plastic	8700
5		
6	Plastic	775
8		
10		
12		

#### **CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	129
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

**For the following three items, list the utility owned assets in each category for each system.**

#### **TREATMENT EQUIPMENT:**

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#### **STRUCTURES:**

Well site fencing 60' X 70' done in 1995.

2nd well site fencing started om 2005.

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#### **OTHER:**

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME:</b>	WINCHESTER WATER COMPANY LLC
<b>Name of System</b>	<b>ADEQ Public Water System Number (if applicable)</b>

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	122	1341	1341	
FEBRUARY	122	1234	1234	
MARCH	122	1483	1483	
APRIL	122	2111	2111	
MAY	122	2211	2211	
JUNE	123	1905	1905	
JULY	126	1948	1948	
AUGUST	126	2006	2006	
SEPTEMBER	126	1349	1349	
OCTOBER	129	1812	1812	
NOVEMBER	129	1278	1278	
DECEMBER	129	1388	1388	
<b>TOTALS →</b>		20066	20066	

**What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l**

*(If more than one well, please list each separately.)*

Well 1 (55-540012) .0015 mg/l

Well 2 (55-202781) .0020 mg/l

**If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**

☐ Yes

☐ No

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

☐ Yes

☒ No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

☐ Yes

☒ No

**If yes, provide the GPCPD amount: \_\_\_\_\_**

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME WINCHESTER WATER COMPANY LLC YEAR ENDING 12/31/2006

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 1485.44

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_



# WINCHESTER WATER CO. LLC

7616 N. LA CHOLLA  
TUCSON, AZ 85741

1898

DATE December 1 2006 97-170/1221 AZ 7071

PAY TO THE ORDER OF Marsha Bonham, Cochise County Treasurer \$ 1293.16

One Thousand Two Hundred Ninety Three Dollars 16/100 DOLLARS

Bank of America



ACH R/T 122101706

FOR 932-9-300 2

⑈001898⑈ ⑆122101706⑆ 000028012257⑈ ⑆0000129316⑈

QUALITY OF SERVICE

IMPORTANT!  
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printed with a perforated edge to  
facilitate removal of the document  
from the envelope.  
Do not cut it.  
You do not need to see the words  
"VOID" on the back of the document.  
The word "VOID" appears in the right  
margin of this message.  
For more information, please refer to  
the instructions on the back of the  
document.

VS DATE 12/06/06  
R12/E/06 1335 01 P01  
3250662286

WINDHAM CHASE BANK, NA  
FORT WORTH, TX 76104  
⑈1119013314⑈  
⑈14078787⑈

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE.  
IF RECEIVED FOR REMITTANCE, INSTITUTION-USE ONLY.

213777  
PAY TO THE ORDER OF  
019 BANK ONE  
12-5-06  
FOR DEPOSIT  
MARSHA BONHAM  
TAX COLLECTOR - COCHISE

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED

APR 03 2007

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	PIMA
NAME (OWNER OR OFFICIAL) TITLE	
CHARLES D. CARDINAL, MANAGING PARTNER	
COMPANY NAME	
WINCHESTER WATER COMPANY, LLC	

AZ CORP COMM  
Director Utilities

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

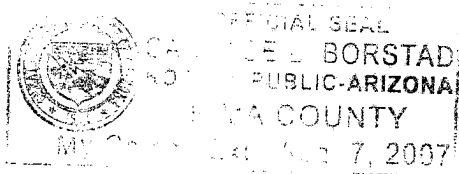
MONTH	DAY	YEAR
12	31	2006

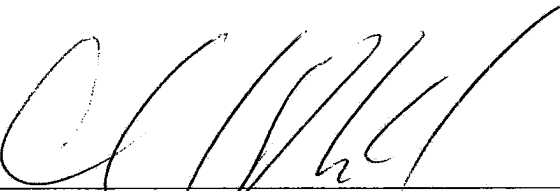
HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



  
SIGNATURE OF OWNER OR OFFICIAL

(520)575-0600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 30<sup>th</sup> DAY OF

(SEAL)

COUNTY NAME <u>PIMA</u>	
MONTH <u>MARCH</u>	<u>2007</u>



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES August 7, 2007



**COMPANY NAME** WINCHESTER WATER COMPANY, LLC **YEAR ENDING 12/31/2006**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>0</u>

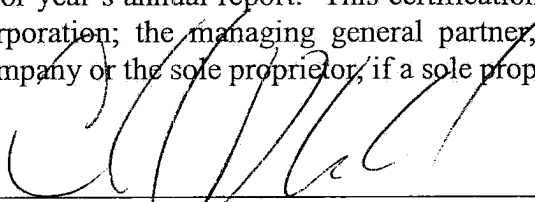
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
**SIGNATURE**

March 30, 2007  
**DATE**

CHARLES D. CARDINAL  
**PRINTED NAME**

MANAGING PARTNER  
**TITLE**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

APR 03 2007

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	PIMA
NAME (OWNER OR OFFICIAL) TITLE	CHARLES D. CARDINAL, MANAGING PARTNER
COMPANY NAME	WINCHESTER WATER COMPANY, LLC

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

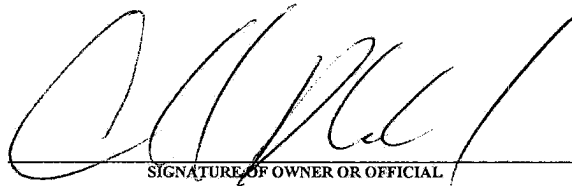
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 38694.00

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 2328.00  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 575-0600  
TELEPHONE NUMBER

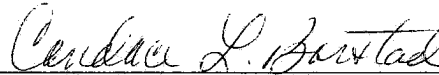
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 30<sup>th</sup> DAY OF

COUNTY NAME	PIMA
MONTH	MARCH
	2007

(SEAL)

  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES August 7, 2007

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**RECEIVED**

APR 03 2007

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

AZ CORP COMM  
Director Jimmie

COUNTY OF (COUNTY NAME) PIMA	
NAME (OWNER OR OFFICIAL) CHARLES D. CARDINAL	TITLE MANAGING PARTNER
COMPANY NAME WINCHESTER WATER COMPANY, LLC	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING**

MONTH 12	DAY 31	YEAR 2006
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

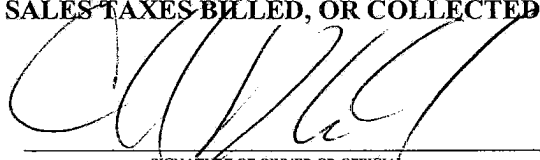
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 38694.00

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 2328.00  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

(520) 575-0600

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

30<sup>th</sup>

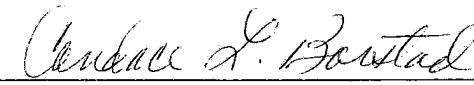
**DAY OF**

**(SEAL)**

**MY COMMISSION EXPIRES**

August 7, 2007

NOTARY PUBLIC NAME CANDACE L. BORSTAD	
COUNTY NAME PIMA	
MONTH MARCH	.2007

X   
SIGNATURE OF NOTARY PUBLIC